AG Contract No. KR96 2628TRN
ADOT ECS File JPA 96-178
Project No. STP-ORV-0(4)P
TRACS No. 0000PMORV SS327 01C
Section La Canada Drive
STL - Naranja Drive

## INTERGOVERNMENTAL AGREEMENT

BETWEEN
THE STATE OF ARIZONA
AND
THE TOWN OF ORO VALLEY

THIS AGREEMENT is entered into February 6, 1997, pursuant to Arizona Revised Statutes, Sections 11-951 through 11-954, as amended, between the STATE OF ARIZONA, acting by and through its DEPARTMENT OF TRANSPORTATION (the "State") and the TOWN OF ORO VALLEY, acting by and through its MAYOR and TOWN COUNCIL (the "Town").

#### I. RECITALS

- 1. The State is empowered by Arizona Revised Statutes Section 28-108 and 28-112 to enter into this agreement and has by resolution, a copy of which is attached hereto and made a part hereof, resolved to enter into this agreement and has delegated to the undersigned the authority to execute this agreement on behalf of the State.
- 2. The Town is empowered by Arizona Revised Statutes Section 48-572 to enter into this agreement and has by resolution, a copy of which is attached hereto and made a part hereof, resolved to enter into this agreement and has authorized the undersigned to execute this agreement on behalf of the Town.
- 3. Congress has authorized appropriations for, but not limited to, the construction of streets and primary, feeder and farm-to-market roads; the replacement of bridges; the elimination of roadside obstacles; and the application of pavement markings.

NO. 2/346

FILED WITH SECRETARY OF STATE

Date Filed 02/06/97

Secretary of State

By Vicky Language

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- 4. Such project within the boundary of the Town has been selected by the Town; the field survey of the project has been completed; and the plans, estimates and specifications have been prepared and, as required, submitted to the Federal Highway Administration (FHWA) for its approval.
- 5. The only interest of the State in the project is in the acquisition of federal funds for the use and benefit of the Town by reason of federal law and regulations under which funds for the project are authorized to be expended.
- 6. The Town, in order to obtain federal funds for the construction of the project, is willing to provide the State with the Town funds to match federal funds in the ratio required or as finally fixed and determined by FHWA.
- 7. The work embraced in this agreement and the estimated cost are as follows: Widening and Reconstruction

Estimated Project Cost (include. 15	% CE)		250,000.00
Federal Aid Funds @ 94.3% (CAP)			100,000.00
Town of Oro Valley Funds @ 5.7%		, \$	150,000.00
Five percent (5%) surcharge			97,830 00
Total Town Funds		\$	247,830.00*

\* This includes a 5% surcharge on the total cost as per Local Government Engineer memo of 4 April 1994.

THEREFORE, in consideration of the mutual covenants expressed herein, it is agreed as follows:

#### II. SCOPE OF WORK

- 1. The State shall submit a program containing the aforementioned project to FHWA with the recommendation that it be approved for construction.
- a. If such project is approved for construction by FHWA and the funds are available for construction of the project, the State with the aid and consent of FHWA will proceed to advertise for, receive and open bids, and subject to the concurrence of FHWA and the Town, award the contract, enter into a contract with a firm to whom the award is made for the construction of the project, such project to be performed, completed, accepted and paid for in accordance with the requirements of the Standard Specifications for Road and Bridge Construction of the Highways Division, Arizona Department of Transportation. Further, the State will enter into a Project Agreement with FHWA covering the work embraced in said construction contract and will request the maximum federal funds available.
- b. Should unforeseen conditions or circumstances increase the cost of said work required by a change in the extent or scope of the work called for in this agreement, the State shall not be obligated to incur any expenditure in excess of the amount of the Town's deposit unless and until so authorized in writing by the Town.

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- 2. Prior to the solicitation of bids, the Town shall deposit funds with the State in the amount determined by the State to be necessary to match federal funds in the ratio required. Upon completion of the construction contract, the State shall return to the Town any part of the funds deposited by the Town remaining after Town's pro rata share of the cost, as finally fixed and determined by FHWA, has been paid.
- 3. The Town shall acquire, without cost to the State, the necessary right-of-way and hereby certifies that all necessary rights-of-way have been acquired.
- 4. The Town shall remove from the proposed right-of-way all obstructions or unauthorized encroachments of whatever nature, either above or below the surface of the roadway, and hereby certifies that all obstructions and encroachments have been removed therefrom, prior to the start of construction.
- 5. The Town shall not permit or allow any encroachments, except those authorized by permit, upon, or private use of, the right of way. In the event of any unauthorized encroachment or improper use, the Town shall take all necessary steps to remove or prevent any such encroachment or use; failing in which the State shall have the right to proceed with the removal or prevention thereof, the cost of such removal or prevention to be borne by the Town.
- 6. Upon completion of construction, the Town shall provide for, at its own cost and as an annual item in its budget, proper maintenance, including, but not limited to, signs, and markings necessary for the purpose of regulating, warning and guiding traffic, all in accordance with the requirements of the current edition of the Manual on Uniform Traffic Control Devices for Streets and Highways.

# III. MISCELLANEOUS PROVISIONS

1. The State assumes no financial obligation or liability under this agreement. The Town assumes full responsibility for the design, plans, specifications, reports, the engineering in connection therewith and the construction of the improvements contemplated, cost over-runs and construction claims. It is understood and agreed that the State's participation is confined solely to securing federal aid; that any damages arising from carrying out, in any respect, the terms of this agreement or any modification thereof, shall be solely the liability of the Town and that the Town hereby agrees to save and hold harmless and indemnify from loss the State, any of its departments, agencies, officers or employees from any and all cost and/or damage incurred by any of the above and from any other damage to any person or property whatsoever, which is caused by any activity, condition, or event arising out of the performance or nonperformance of any provisions of this agreement by the State, any of its departments, agencies, officers and employees, the Town, any of its agents, officers and employees, or any of its independent contractors. Costs incurred by the State, any of its departments, agencies, officers or employees shall include in the event of any action, court costs, expenses of litigation and attorneys' fees.

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2. The cost of the design, construction and construction engineering work covered by this agreement is to be borne by FHWA and the Town, each in the proportion prescribed or as fixed and determined by FHWA as stipulated in this agreement. Therefore, the Town agrees to furnish and provide State with Town funds in an amount equal to the difference between the total cost of the work provided for in this agreement and the amount of federal aid received.

- 3. This agreement shall remain in force and effect until completion of the work herein embraced; provided, however, that any provisions in this agreement for maintenance shall be perpetual.
- 4. This agreement shall become effective upon filing with the Secretary of State.
- 5. This agreement shall be cancelled in accordance with Arizona Revised Statutes Section 38-511.
- 6. The provisions of Arizona Revised Statutes Section 35-214 are applicable to this agreement.
- 7. In the event of any controversy which may arise out of this agreement, the parties hereto agree to abide by required arbitration as is set forth for public works contracts in Arizona Revised Statutes Section 12-1518.
- 8. All notices or demands upon any party to this agreement shall be in writing and shall be delivered in person or sent by mail addressed as follows:

Department of Transportation Joint Project Administration 205 S. 17th Avenue - 616E Phoenix, AZ 85007

Town of Oro Valley Town Manager 11000 N. LaCanada Drive Oro Valley, AZ 85737-7015

Attached hereto and incorporated herein is the written determination of each party's legal counsel that the parties are authorized under the laws of this state to enter into this agreement and that the agreement is in proper form.

IN WITNESS WHEREOF, the parties have executed this agreement the day and year first above written.

TOWN OF ORO VALLEY

STATE OF ARIZONA Department of Transportation

Mayor

Contract Administrator

ATTEST:

Town Clerk

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#### RESOLUTION

BE IT RESOLVED on this 2nd day of December 1996, that I, the undersigned LARRY S. BONINE, as Director of the Arizona Department of Transportation, have determined that it is in the Dest interests of the State of Arizona that the Department of Transportation, acting by and through the Intermodal Transportation Division, to enter into an agreement with the Town of Oro Valley for the purpose of defining responsibilities for the construction and maintenance of improvements on La Canada Drive, Naranjo - STL in the City.

Therefore, authorization is hereby granted to draft said agreement which, upon completion, shall be submitted to the Contract Administrator for approval and execution.

for LARRY S. BONINE

Director

### RESOLUTION NO. (R) 97-01

A RESOLUTION OF THE TOWN COUNCIL OF THE TOWN OF ORDER WORKS VALLEY, ARIZONA, APPROVING AND AUTHORIZING EXECUTION OF ARIMENT THE INTERGOVERNMENTAL AGREEMENT BETWEEN THE TOWN OF ORO VALLEY AND THE ARIZONA DEPARTMENT OF TRANSPORTATION (ADOT) COVERING THE CONSTRUCTION, MAINTENANCE AND FINANCING OF THE LA CANADA DRIVE (SOUTH TOWN LIMITS TO NARANJA DRIVE) PROJECT NO. STP-ORV-0(4)P AND DECLARING AN EMERGENCY

WHEREAS, the Town of Oro Valley is empowered by ARS Sec. 48-572 to enter into this Agreement, and

WHEREAS, Congress has authorized appropriations for, but not limited to, the construction of streets; primary feeder and farm market roads; the replacement of bridges; the elimination of roadside obstacles, the application of pavement markings, and

WHEREAS, such Project within the boundary of the Town of Oro Valley has been selected by the Town of Oro Valley; the field survey of the project has been completed; and the plans, estimates and specifications have been prepared and, as required, submitted to the Federal Highway Administration (FHWA) for its approval, and

WHEREAS, the Town of Oro Valley, in order to obtain Federal Funds for the construction of the Project hereinafter mentioned, is willing to provide the State with the Town of Oro Valley funds to match Federal Funds in the ratio required or as finally fixed and determined by the Federal Highway Administration, and

WHEREAS, the primary interest of the State in the Project is in the acquisition of Federal funds for the use and benefit of the Town of Oro Valley by reason of Federal law and Regulations under which funds for the Project are authorized to be expended, and

NOW, THEREFORE, BE IT RESOLVED BY THE TOWN COUNCIL OF THE TOWN OF ORO VALLEY, ARIZONA, AS FOLLOWS:

- 1. That the certain Intergovernmental Agreement, a copy of which is attached hereto as Exhibit "A" by and between the Town of Oro Valley and the Arizona Department of the Transportation is hereby approved, and
- 2. That the Mayor is hereby authorized and directed to execute said Exhibit "A" for and on behalf of the Town of Oro Valley, and that the Town Clerk is hereby authorized and directed to countersign same, and

WHEREAS, it is necessary for the preservation of peace, health and safety of the Town of Oro Valley that this resolution become immediately effective, an emergency is hereby declared to exist and this resolution shall be effective immediately upon its passage and adoption.

# APPROVAL OF THE ORO VALLEY TOWN ATTORNEY

I have reviewed the above referenced proposed intergovernmental agreement, between the DEPARTMENT OF TRANSPORTATION, HIGHWAYS DIVISION and the TOWN OF ORO VALLEY and declare this agreement to be in proper form and within the powers and authority granted to the Town under the laws of the State of Arizona.

DATED this 31 day of December, 19	96.
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Town Attorney



#### STATE OF ARIZONA

OFFICE OF THE ATTORNEY GENERAL

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# INTERGOVERNMENTAL AGREEMENT DETERMINATION

A.G. Contract No. KR96-2628TRN, an agreement between public agencies, has been reviewed pursuant to A.R.S. § 11-952, as amended, by the undersigned Assistant Attorney General who has determined that it is in the proper form and is within the powers and authority granted to the State of Arizona.

No opinion is expressed as to the authority of the remaining parties, other than the State or its agencies, to enter into said agreement.

DATED January 25, 1997.

GRANT WOODS
Attorney General

JAMES R. REDPATH

Assistant Attorney General

Transportation Section

JRR:et/3316

GRANT WOODS

ATTORNEY GENERAL